

ORIGINAL

OPEN MEETING AGENDA ITEM



0000108394

BEFORE THE ARIZONA CORPORATION COMMISSION

RECEIVED

Arizona Corporation Commission

DOCKETED

MAR 15 2010

DOCKETED BY

*[Handwritten signature]*

COMMISSIONERS

KRISTIN K. MAYES - Chairman  
GARY PIERCE  
PAUL NEWMAN  
SANDRA D. KENNEDY  
BOB STUMP

2010 MAR 15 P 4:17

AZ CORP COMMISSION  
DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF  
BELLEMONT WATER COMPANY, INC. FOR  
APPROVAL TO INCUR \$1,750,000 IN LONG-  
TERM DEBT FROM THE WATER  
INFRASTRUCTURE FINANCE AUTHORITY  
OF ARIZONA.

DOCKET NO. W-02526A-09-0253

IN THE MATTER OF THE APPLICATION OF  
BELLEMONT WATER COMPANY, INC. FOR  
APPROVAL OF A RATE INCREASE.

DOCKET NO. W-02526A-09-0421

**STAFF'S COMMENTS TO THE  
RECOMMENDED OPINION AND ORDER**

On May 20, 2009, Bellemont Water Company ("Bellemont" or "Company") filed an application before the Arizona Corporation Commission ("Commission") requesting authorization to incur \$1,750,000 in long-term debt from the Water Infrastructure Finance Authority of Arizona ("WIFA") in Docket No. W-02526A-09-0253.

On September 3, 2009, Bellemont filed an application seeking a Commission approval of a permanent rate increase in Docket No. W-02526A-09-0421.

On October 19, 2009, by Procedural Order, these dockets were consolidated.

On November 23, 2009, Staff issued a Letter of Sufficiency, classifying the Company as a Class D utility.

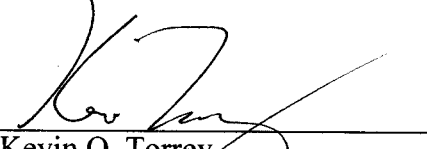
On February 10, 2010, Commission Utilities Division Staff ("Staff") filed its Staff Report recommending approval of the rate application, but recommending denial of the financing application. On February 25, 2010, Staff filed its supplement to the Staff Report.

On March 5, 2010, the Commission Hearing Division issued its Recommended Opinion and Order ("ROO") in this matter.

Staff hereby files its comments to the ROO.

1 Staff has noticed a typographical error that appeared on page 2 of Schedule PMC-4 of the  
2 Staff Report. In the section labeled "Service Line and Meter Installation Charges, in the columns  
3 labeled "Present Rates" and "Company Proposed," the rate shown for 1-1/2" meters is reflected as  
4 "9,958.00." However, the actual rate should be "995.00," as appears in the column labeled "Total."  
5 This typographical error was then inadvertently carried forward into the ROO at page 4, line 23.5

6 RESPECTFULLY SUBMITTED this 15<sup>th</sup> day of March, 2010.

7  
8  
9   
10 Kevin O. Torrey  
11 Attorney, Legal Division  
12 Arizona Corporation Commission  
13 1200 West Washington Street  
14 Phoenix, Arizona 85007  
15 (602) 542-3402  
16

17 Original and thirteen (13) copies  
18 of the foregoing were filed this  
15<sup>th</sup> of March, 2010 with:

19 Docket Control  
20 Arizona Corporation Commission  
21 1200 West Washington Street  
Phoenix, Arizona 85007

22 Copy of the foregoing mailed this  
23 16<sup>th</sup> day of March, 2010 to:

24 Klaudia Ness  
25 BELLEMONT WATER COMPANY  
26 2200 East Cedar Avenue – No. 13  
27 Flagstaff, Arizona 86004  
28

